

31 July, 2007

## **Metal-Tech Ltd. (“Metal-Tech” or the “Company”)**

### **Pre-Close Trading update**

Metal-Tech Ltd ('Metal-Tech' or the 'Company') (LSE: MTT), a leading speciality metal and metal-based chemicals company focusing on converting low grade metals, mining tailings and waste into higher value metal oxides and metal powder products, provides a pre-close trading update prior to announcing its interim results in September 2007.

The Company has made solid progress in the first half of 2007 in increasing its production capacity of our core molybdenum and tungsten products at our plants in Israel and particularly Mongolia. There was an increase in Molybdenum prices early in the year while Tungsten prices have remained broadly stable.

Despite the continued loss of production at our Uzbekistan plant, the Board is pleased to report that increased activities in the rest of the world and the measures it implemented at the time of the dispute have almost offset the contribution from the Uzbek plant.

As a result, the Company expects to report revenues of approximately \$64m, a 6% fall compared to the equivalent period last year.

Ran Maimon, Chief Executive of **Metal-Tech**, said: "We are pleased with the progress the Company has made in the first half of 2007. Our targeted geographical expansion and increase our sales in both existing and new customers have resulted in us largely succeeding in offsetting reduction of revenues from the Uzbek plant.

"Market conditions continue to remain encouraging and metal prices remain at high levels as a result of continuing strong demand worldwide. The Company's strong position in Mongolia, its technical expertise in the engineering and production of quality speciality metals, provide a solid platform for further expansion, especially in the geographical areas in which it already operates gives the Directors the confidence of delivering solid results in the second half of 2007 and beyond."

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For further information please visit [www.metal-tech.co.il](http://www.metal-tech.co.il) or contact:

### **Metal-Tech**

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